

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 11/5/2013	(3) CONTACT/PHONE Paavo Ogren, Director of Public Works (805) 781-5252	
(4) SUBJECT Submittal of a resolution authorizing the Director of Public Works as the authorized representative to 1) submit the application for pre-planning funding under the safe drinking water state revolving fund, 2) sign the funding agreement, 3) authorized representative to approve claims for reimbursement and 4) sign the final release form; and authorize an associated budget adjustment, in an amount not to exceed \$250,000. Districts 1 and 5.			
(5) RECOMMENDED ACTION It is our recommendation that your Honorable Board, acting as the Board of Supervisors for the San Luis Obispo County Flood Control and Water Conservation District (District): 1. Approve the attached resolution authorizing the Director of Public Works as the authorized representative to submit the application for pre-planning funding under the safe drinking water state revolving fund and sign the funding agreement and authorizing the Director of Public Works, or his designee, as the authorized representative to approve claims for reimbursement and sign the final release form; and 2. Authorize a budget adjustment in an amount not to exceed \$250,000 for Flood Control District Fund 19 from Flood Control District reserves in Fund 1300000000.			
(6) FUNDING SOURCE(S) Flood Control Zone General Fund 1300000000	(7) CURRENT YEAR FINANCIAL IMPACT \$250,000.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input checked="" type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) V/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: 1314058 <input checked="" type="checkbox"/> 4/5th's Vote Required <input type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: _____	
(17) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i>			
(18) SUPERVISOR DISTRICT(S) District 1 - District 5 -			

Reference: 13NOV05-C-5

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works / Paavo Ogren, Director of Public Works

DATE: 11/5/2013

SUBJECT: Submittal of a resolution authorizing the Director of Public Works as the authorized representative to 1) submit the application for pre-planning funding under the safe drinking water state revolving fund, 2) sign the funding agreement, 3) authorized representative to approve claims for reimbursement and 4) sign the final release form; and authorize an associated budget adjustment, in an amount not to exceed \$250,000. Districts 1 and 5.

RECOMMENDATION

It is our recommendation that your Honorable Board, acting as the Board of Supervisors for the San Luis Obispo County Flood Control and Water Conservation District (District):

1. Approve the attached resolution authorizing the Director of Public Works as the authorized representative to submit the application for pre-planning funding under the safe drinking water state revolving fund and sign the funding agreement and authorizing the Director of Public Works, or his designee, as the authorized representative to approve claims for reimbursement and sign the final release form; and
2. Authorize a budget adjustment in an amount not to exceed \$250,000 for Flood Control District Fund 19 from Flood Control District reserves in Fund 1300000000.

DISCUSSION

As part of the ongoing efforts of addressing the needs of the Paso Robles Groundwater Basin, staff has identified a grant opportunity through the State Department of Public Health (DPH) which may help pay for costs anticipated with pre-planning and legal entity formation. Examples of eligible costs include feasibility studies, public outreach, processes and requirements of the Local Agency Formation Commission (LAFCo) and legal services. The purpose of the grant program is to help with the formation of legal entities that will help address water quality and/or water quantity problems by improving access to safe drinking water. It will also help to ensure future eligibility for DPH funding of infrastructure planning and construction. Attachments "A" and "B" provide additional information on the DPH program.

The attached resolution is in a form established by DPH and requires a budget commitment of \$250,000. As a result, the attached budget adjustment is also provided for your Board's consideration and approval. The ongoing efforts for the Paso Basin and related financial and other resource commitments are still being evaluated by Public Works staff in coordination with the County

Administrative Office, the Department of Planning and Building, and County Counsel's Office. As a result, the attached budget adjustment is submitted based on the DPH grant eligibility requirements and subsequent discussions with your Board will provide a detailed evaluation of budgetary needs for the Paso Basin. The resolution also authorizes the Public Works Director to sign the funding agreement. While this is common in State grants, we will report back to your Board on the status of the grant application before executing a grant agreement, if awarded, consistent with our practice on other water resource grants.

OTHER AGENCY INVOLVEMENT/IMPACT

County Counsel has approved the attached resolution as to legal form and effect. The County Administrative Office, the Department of Planning and Building, and County Counsel's Office are directly involved in basin efforts along with additional support from the Agricultural Commissioner's Office and the County Health Agency.

LAFCo has received a petition to consider the formation of a California Water District that is currently being circulated for signatures. Eligible grant costs include the evaluation of options and related LAFCo costs. Staff is coordinating with LAFCo staff on the grant application.

The Paso Basin Blue Ribbon Committee and the Water Resources Advisory Committee have been notified of the recommendations to your Board. The recommendations are consistent with the Blue Ribbon Committee's request from May 7, 2013 to help in formation of a groundwater management district, and your direction from October 2, 2013.

FINANCIAL CONSIDERATIONS

The District's reserves included in the 2013/14 budget are \$10,680,006. The attached budget adjustment is therefore within existing funding and the priority of the Paso Basin efforts justifies utilization of a portion of the District's reserves.

RESULTS

Establishing grant funding for the pre-planning from the DPH pre-planning and legal entity formation program will help reduce local costs and promotes well governed, safe and livable communities.

File: CF 500.132.01

Reference: 13NOV05-C-5

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ATTACHMENTS

1. Attachment A – California Department of Public Health - Solicitation for 2013 Pre-Planning Applications
2. Attachment B – California Department of Public Health – 2013 Application for Pre-Planning Funding
3. Resolution Designating the Director of Public Works as the Authorized Representative to Submit the Application for Pre-Planning Funding under the Safe Drinking Water State Revolving Fund and Sign the Funding Agreement; Approve Claims for Reimbursement and